

UNIFIED SCHOOL DISTRICT NO. 316

Golden Plains Schools

Rexford, Kansas

Audit Report

July 1, 2009 to June 30, 2010

MAPES & MILLER

Certified Public Accountants

Norton, Kansas

UNIFIED SCHOOL DISTRICT NO. 316
Golden Plains Schools
Rexford, Kansas
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MAPES & MILLER

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INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Unified School District No. 316
Rexford, Kansas 67753

We have audited the accompanying financial statements of Unified School District No. 316, Rexford, Kansas, as of and for the year ended June 30, 2010, as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the guidance in the Kansas Municipal Audit Guide. Those standards and guidance require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described more fully in Note 1, the District has prepared these financial statements in conformity with the accounting practices prescribed by the State of Kansas to demonstrate compliance with the cash basis and budget laws of the State of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The effect on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

To the Board of Education
Unified School District No. 316
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In our opinion, because of the effects of the matter discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 316, Rexford, Kansas, as of June 30, 2010, or the changes in its financial position for the year then ended.

Also, in our opinion, the financial statements referred to above present fairly, in all material respects, the cash and unencumbered cash balances of Unified School District No. 316, Rexford, Kansas, as of June 30, 2010, and its cash receipts and expenditures, and budgetary comparisons for the year then ended, taken as a whole, on the basis of accounting described in Note 1.

Mapes & Miller

Certified Public Accountants
January 5, 2011

UNIFIED SCHOOL DISTRICT NO. 316

Golden Plains Schools

Rexford, Kansas

STATEMENT I

Page 1

Summary of Cash Receipts, Expenditures, and Unencumbered Cash
For the Year Ended June 30, 2010

Funds	Beginning		Cash Receipts	Expenditures	Ending		Add	
	Unencumbered Cash Balance	Cash			Unencumbered Cash Balance	Outstanding Encumbrances and Accounts Payable	Ending Cash Balance	
Governmental Type Funds:								
General Funds:								
General Fund	\$ (331,572)	2,113,778	1,978,911	(196,705) *	0	(196,705)		
Supplemental General Fund	2,123	294,837	300,000	(3,040) *	7,593	4,553		
Special Revenue Funds:								
At Risk Fund (4 Year Old)	0	3,722	3,722	0	0	0		
At Risk Fund (K-12)	0	288,223	188,223	100,000	0	100,000		
Bilingual Education Fund	179	21,381	21,560	0	259	259		
Capital Outlay Fund	133,950	47,239	75,511	105,678	17,305	122,983		
Driver Training Fund	494	350	0	844	0	844		
Food Service Fund	29,575	152,524	137,599	44,500	0	44,500		
Professional Development Fund	3,988	0	1,254	2,734	0	2,734		
Parent Education Program Fund	0	4,240	4,240	0	0	0		
Special Education Fund	116,327	402,590	360,125	158,792	0	158,792		
Vocational Education Fund	0	21,757	21,757	0	0	0		
Gifts and Grants Fund	5,539	2,468	995	7,012	0	7,012		
KPERS Special Retirement Contribution Fund	0	40,152	81,055	(40,903) *	0	(40,903)		
Federal Funds	1,571	72,792	65,146	9,217	1,370	10,587		
Textbook and Student Material Revolving Fund	13,337	6,095	1,706	17,726	0	17,726		
Contingency Reserve Fund	132,319	54,035	0	186,354	0	186,354		
District Activity Funds (Statement 5)	322	12,247	12,407	162	0	162		

* See the Notes to the Financial Statements, Note 10. Statutory Compliance

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 316

Golden Plains Schools

Rexford, Kansas

Summary of Cash Receipts, Expenditures, and Unencumbered Cash

For the Year Ended June 30, 2010

Funds	Beginning		Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add	
	Unencumbered Cash Balance	Cash				Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Debt Service Funds:							
Bond and Interest Fund	\$ 128,474	17,103	57,863	87,714	0	87,714	
Fiduciary Type Funds:							
Private Purpose Trust Funds							
Scholarship Fund	<u>2,959</u>	<u>500</u>	<u>250</u>	<u>3,209</u>	<u>0</u>	<u>3,209</u>	
Total Reporting Entity (Excluding Agency Funds)	\$ <u>239,585</u>	<u>3,556,033</u>	<u>3,312,324</u>	<u>483,294</u>	<u>26,527</u>	<u>509,821</u>	

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 316

STATEMENT 1

Golden Plains Schools

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Rexford, Kansas

Composition of Cash

For the Year Ended June 30, 2010

The Bank - Selden, Kansas	
Checking Account	\$ 1,000
NOW Accounts	427,723
Certificates of Deposit	<u>109,500</u>
 Total Cash	 538,223
 Agency Funds Per Statement 4	 <u>(28,402)</u>
 Total Reporting Entity (Excluding Agency Funds)	 \$ <u><u>509,821</u></u>

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 316

Golden Plains Schools

Rexford, Kansas

Summary of Expenditures - Actual and Budget

For the Year Ended June 30, 2010

STATEMENT 2

Funds	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
Governmental Type Funds:						
General Funds:						
General Fund	\$ 2,016,832	(44,934)	7,522	1,979,420	1,978,911	(509)
Supplemental General Fund	300,000	0	0	300,000	300,000	0
Special Revenue Funds:						
At Risk Fund (4 Year Old)	30,000	0	0	30,000	3,722	(26,278)
At Risk Fund (K-12)	194,582	0	0	194,582	188,223	(6,359)
Bilingual Education Fund	24,179	0	0	24,179	21,560	(2,619)
Capital Outlay Fund	110,646	0	0	110,646	75,511	(35,135)
Driver Training Fund	1,095	0	0	1,095	0	(1,095)
Food Service Fund	256,049	0	0	256,049	137,599	(118,450)
Professional Development Fund	3,988	0	0	3,988	1,254	(2,734)
Parent Education Program Fund	4,500	0	0	4,500	4,240	(260)
Special Education Fund	361,895	0	0	361,895	360,125	(1,770)
Vocational Education Fund	18,000	0	0	18,000	21,757	3,757
Gifts and Grants Fund	0	0	0	0	995	*
KPERS Special Retirement Contribution Fund	103,766	0	0	103,766	81,055	(22,711)
Federal Funds	76,968	0	0	76,968	65,146	**
Debt Service Funds:						
Bond and Interest Fund	57,863	0	0	57,863	57,863	0

* Exempt from budget law per K.S.A. 72-8210

** Exempt from budget law per K.S.A. 12-1663

The notes to the financial statements are an integral part of this statement.

Golden Plains Schools

Rexford, Kansas

General Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2010

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Cash Receipts:			
Ad Valorem Property Tax			
Tax in Process	\$ 9,432	9,733	(301)
Current Tax	149,907	130,668	19,239
Delinquent Tax	4,494	1,692	2,802
Mineral Production Tax	517	350	167
State General Aid	1,535,186	1,528,520	6,666
State Special Education Aid	317,638	256,732	60,906
Federal ARRA Stabilization Aid	89,082	89,082	0
Reimbursements	<u>7,522</u>	<u>0</u>	<u>7,522</u>
 Total Cash Receipts	 <u>2,113,778</u>	 <u>2,016,777</u>	 <u>97,001</u>
Expenditures:			
Instruction	760,680	797,393	(36,713)
Student Support Services	25,784	26,225	(441)
Instructional Support Staff	9,338	72,589	(63,251)
General Administration	83,774	98,726	(14,952)
School Administration	91,077	107,824	(16,747)
Operations and Maintenance	126,548	176,491	(49,943)
Operations and Maintenance - Transportation	475	0	475
Student Transportation Services	2,138	3,603	(1,465)
Vehicle Operating Services	79,626	90,148	(10,522)
Vehicle Services and Maintenance Services	7,420	6,850	570
Other Student Transportation Services	959	1,500	(541)
Other Supplemental Services	70,851	82,095	(11,244)
Transfer to At Risk Fund (4 Year Old)	3,722	30,000	(26,278)
Transfer to At Risk Fund (K-12)	288,223	164,582	123,641
Transfer to Bilingual Education Fund	21,381	24,000	(2,619)
Transfer to Food Service Fund	41,988	55,574	(13,586)

The notes to the financial statements are an integral part of this statement.

Golden Plains Schools

Rexford, Kansas

General Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2010

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Transfer to Parent Education Program Fund	\$ 4,240	4,500	(260)
Transfer to Special Education Fund	284,895	256,732	28,163
Transfer to Vocational Education Fund	21,757	18,000	3,757
Transfer to Contingency Reserve Fund	54,035	0	54,035
Adjustment to Comply with Legal Max	<u>0</u>	<u>(44,934)</u>	<u>44,934</u>
Legal General Fund Budget	1,978,911	1,971,898	7,013
Adjustments for Qualifying Budget Credits			
Reimbursements	<u>0</u>	<u>7,522</u>	<u>(7,522)</u>
Total Expenditures	<u>1,978,911</u>	<u>1,979,420</u>	<u>(509)</u>
Cash Receipts Over (Under) Expenditures	134,867		
Unencumbered Cash, Beginning	<u>(331,572)</u>		
Unencumbered Cash, Ending	\$ <u>(196,705)</u>		

Additional Information

See the Notes to the Financial Statements, 13. Compliance with K.S.A. 72-6417 (d) and K.S.A. 72-6434 (d), for the schedule of Statutory Revenues and Expenditures for the General Fund in compliance with these statutes.

The notes to the financial statements are an integral part of this statement.

Golden Plains Schools

Rexford, Kansas

Supplemental General Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2010

	Actual	Budget	Variance Over (Under)
Cash Receipts:			
Ad Valorem Property Tax			
Tax in Process	\$ 5,567	5,936	(369)
Current Tax	141,555	115,788	25,767
Delinquent Tax	2,260	936	1,324
Motor Vehicle Tax	10,110	6,967	3,143
Recreational Vehicle Tax	195	192	3
In Lieu of Taxes IRBs	0	702	(702)
Federal ARRA Stabilization Aid	37,340	0	37,340
Supplemental State Aid	97,810	148,014	(50,204)
	<u>294,837</u>	<u>278,535</u>	<u>16,302</u>
Total Cash Receipts			
Expenditures:			
Instruction	77,475	26,270	51,205
Instructional Support Staff	2,161	6,330	(4,169)
General Administration	38,251	32,900	5,351
School Administration	6,346	2,800	3,546
Operations and Maintenance	30,681	15,000	15,681
Vehicle Operating Services	32,517	56,600	(24,083)
Vehicle Services and Maintenance Services	2,441	0	2,441
Other Student Transportation Services	316	0	316
Other Supplemental Services	2,068	0	2,068
Transfer to At Risk Fund (K-12)	0	77,000	(77,000)
Transfer to Special Education Fund	107,744	83,100	24,644
	<u>300,000</u>	<u>300,000</u>	<u>0</u>
Total Expenditures			
Cash Receipts Over (Under) Expenditures	(5,163)		
Unencumbered Cash, Beginning	<u>2,123</u>		
Unencumbered Cash, Ending	\$ <u>(3,040)</u>		

Additional Information

See the Notes to the Financial Statements, 13. Compliance with K.S.A. 72-6417 (d) and K.S.A. 72-6434 (d), for the schedule of Statutory Revenues and Expenditures for the Supplemental General Fund in compliance with these statutes.

The notes to the financial statements are an integral part of this statement.

Golden Plains Schools

Rexford, Kansas

Special Revenue Funds

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2010

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
At Risk Fund (4 Year Old)			
Cash Receipts:			
Transfer from General Fund	\$ <u>3,722</u>	<u>30,000</u>	<u>(26,278)</u>
Expenditures:			
Instruction	3,693	30,000	(26,307)
School Administration	<u>29</u>	<u>0</u>	<u>29</u>
Total Expenditures	<u>3,722</u>	<u>30,000</u>	<u>(26,278)</u>
Cash Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>0</u>		

The notes to the financial statements are an integral part of this statement.

Golden Plains Schools

Rexford, Kansas

Special Revenue Funds

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2010

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
At Risk Fund (K-12)			
Cash Receipts:			
Transfer from General Fund	\$ 288,223	164,582	123,641
Transfer from Supplemental General Fund	<u>0</u>	<u>77,000</u>	<u>(77,000)</u>
 Total Cash Receipts	 <u>288,223</u>	 <u>241,582</u>	 <u>46,641</u>
Expenditures:			
Instruction	<u>188,223</u>	<u>194,582</u>	<u>(6,359)</u>
 Cash Receipts Over (Under) Expenditures	 <u>100,000</u>		
Unencumbered Cash, Beginning	<u>0</u>		
 Unencumbered Cash, Ending	 \$ <u>100,000</u>		

The notes to the financial statements are an integral part of this statement.

Golden Plains Schools

Rexford, Kansas

Special Revenue Funds

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2010

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Bilingual Education Fund			
Cash Receipts:			
Transfer from General Fund	\$ <u>21,381</u>	<u>24,000</u>	<u>(2,619)</u>
Expenditures:			
Instruction	<u>21,560</u>	<u>24,179</u>	<u>(2,619)</u>
Cash Receipts Over (Under) Expenditures	<u>(179)</u>		
Unencumbered Cash, Beginning	<u>179</u>		
Unencumbered Cash, Ending	\$ <u>0</u>		

The notes to the financial statements are an integral part of this statement.

Golden Plains Schools

Rexford, Kansas

Special Revenue Funds

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2010

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Capital Outlay Fund			
Cash Receipts:			
Ad Valorem Property Tax			
Tax in Process	\$ 2,193	2,346	(153)
Current Tax	32,670	29,624	3,046
Delinquent Tax	1,061	370	691
Motor Vehicle Tax	4,606	3,116	1,490
Recreational Vehicle Tax	89	86	3
In Lieu of Taxes IRBs	0	314	(314)
Other Revenue From Local Source	5,502	65,000	(59,498)
Interest on Idle Funds	<u>1,118</u>	<u>20,000</u>	<u>(18,882)</u>
 Total Cash Receipts	 <u>47,239</u>	 <u>120,856</u>	 <u>(73,617)</u>
Expenditures:			
Instruction	2,639	1,000	1,639
General Administration	1,440	0	1,440
School Administration	1,468	380	1,088
Operations and Maintenance	4,273	5,000	(727)
Transportation	24,300	200	24,100
Land Improvement	23,235	100,000	(76,765)
Architectural and Engineering Services	1,475	2,500	(1,025)
Building Improvements	<u>16,681</u>	<u>1,566</u>	<u>15,115</u>
 Total Expenditures	 <u>75,511</u>	 <u>110,646</u>	 <u>(35,135)</u>
 Cash Receipts Over (Under) Expenditures	 <u>(28,272)</u>		
Unencumbered Cash, Beginning	<u>133,950</u>		
 Unencumbered Cash, Ending	 \$ <u>105,678</u>		

The notes to the financial statements are an integral part of this statement.

Golden Plains Schools

Rexford, Kansas

Special Revenue Funds

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2010

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Driver Training Fund			
Cash Receipts:			
State Safety Aid	\$ <u>350</u>	<u>600</u>	<u>(250)</u>
Expenditures:			
Instruction	<u>0</u>	<u>1,095</u>	<u>(1,095)</u>
Cash Receipts Over (Under) Expenditures	350		
Unencumbered Cash, Beginning	<u>494</u>		
Unencumbered Cash, Ending	\$ <u>844</u>		

The notes to the financial statements are an integral part of this statement.

Golden Plains Schools

Rexford, Kansas

Special Revenue Funds

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2010

	Actual	Budget	Variance Over (Under)
Food Service Fund			
Cash Receipts:			
Federal Aid	\$ 74,026	86,705	(12,679)
State Aid	1,284	1,783	(499)
Food Program Receipts	35,226	62,035	(26,809)
Interest on Idle Funds	0	15,000	(15,000)
Transfer from General Fund	<u>41,988</u>	<u>60,000</u>	<u>(18,012)</u>
 Total Cash Receipts	 <u>152,524</u>	 <u>225,523</u>	 <u>(72,999)</u>
Expenditures:			
Operations and Maintenance	174	88,559	(88,385)
Food Service Operations	<u>137,425</u>	<u>167,490</u>	<u>(30,065)</u>
 Total Expenditures	 <u>137,599</u>	 <u>256,049</u>	 <u>(118,450)</u>
 Cash Receipts Over (Under) Expenditures	 14,925		
Unencumbered Cash, Beginning	<u>29,575</u>		
 Unencumbered Cash, Ending	 \$ <u>44,500</u>		

The notes to the financial statements are an integral part of this statement.

Golden Plains Schools

Rexford, Kansas

Special Revenue Funds

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2010

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Professional Development Fund			
Cash Receipts	\$ <u>0</u>	<u>0</u>	<u>0</u>
Expenditures:			
Instructional Support Staff	<u>1,254</u>	<u>3,988</u>	<u>(2,734)</u>
Cash Receipts Over (Under) Expenditures	<u>(1,254)</u>		
Unencumbered Cash, Beginning	<u>3,988</u>		
Unencumbered Cash, Ending	\$ <u>2,734</u>		

The notes to the financial statements are an integral part of this statement.

Golden Plains Schools

Rexford, Kansas

Special Revenue Funds

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2010

	<u>Actual</u>	<u>Budget</u>	Variance Over <u>(Under)</u>
Parent Education Program Fund			
Cash Receipts:			
Transfer from General Fund	\$ <u>4,240</u>	<u>4,500</u>	<u>(260)</u>
Expenditures:			
Student Support Services	<u>4,240</u>	<u>4,500</u>	<u>(260)</u>
Cash Receipts Over (Under) Expenditures	<u>0</u>		
Unencumbered Cash, Beginning	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>0</u>		

The notes to the financial statements are an integral part of this statement.

Golden Plains Schools

Rexford, Kansas

Special Revenue Funds

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2010

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Special Education Fund			
Cash Receipts:			
Other Revenue From Local Source	\$ 9,951	10,254	(303)
Transfer from General Fund	284,895	268,000	16,895
Transfer from Supplemental General Fund	<u>107,744</u>	<u>83,100</u>	<u>24,644</u>
 Total Cash Receipts	 <u>402,590</u>	 <u>361,354</u>	 <u>41,236</u>
Expenditures:			
Instruction	357,965	359,230	(1,265)
Operations and Maintenance	0	136	(136)
Student Transportation Services- Supervision	2,160	1,579	581
Vehicle Operating Services	<u>0</u>	<u>950</u>	<u>(950)</u>
 Total Expenditures	 <u>360,125</u>	 <u>361,895</u>	 <u>(1,770)</u>
 Cash Receipts Over (Under) Expenditures	 42,465		
Unencumbered Cash, Beginning	<u>116,327</u>		
 Unencumbered Cash, Ending	 \$ <u>158,792</u>		

The notes to the financial statements are an integral part of this statement.

Golden Plains Schools

Rexford, Kansas

Special Revenue Funds

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2010

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Vocational Education Fund			
Cash Receipts:			
Interest on Idle Funds	\$ 0	5,000	(5,000)
Other Revenue from Local Source	0	8,000	(8,000)
Transfer from General Fund	<u>21,757</u>	<u>5,000</u>	<u>16,757</u>
Total Cash Receipts	<u>21,757</u>	<u>18,000</u>	<u>3,757</u>
Expenditures:			
Instruction	<u>21,757</u>	<u>18,000</u>	<u>3,757</u>
Cash Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>0</u>		

The notes to the financial statements are an integral part of this statement.

Golden Plains Schools

Rexford, Kansas

Special Revenue Funds

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2010

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Gifts and Grants Fund			
Cash Receipts:			
Other Revenue From Local Source	\$ <u>2,468</u>	<u>0</u>	<u>2,468</u>
Expenditures:			
Instruction	<u>995</u>	<u>0</u>	<u>995</u> *
Cash Receipts Over (Under) Expenditures	1,473		
Unencumbered Cash, Beginning	<u>5,539</u>		
Unencumbered Cash, Ending	\$ <u>7,012</u>		

* Exempt from budget law per K.S.A. 72-8210

The notes to the financial statements are an integral part of this statement.

Golden Plains Schools

Rexford, Kansas

Special Revenue Funds

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2010

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
KPERS Special Retirement Contribution Fund			
Cash Receipts:			
State of Kansas	\$ <u>40,152</u>	<u>103,766</u>	<u>(63,614)</u>
Expenditures:			
Instruction	54,389	71,766	(17,377)
Instructional Support	4,336	5,000	(664)
General Administration	5,525	7,000	(1,475)
School Administration	6,203	7,000	(797)
Operation and Maintenance	5,127	6,000	(873)
Student Transportation Services	2,632	3,000	(368)
Food Service	<u>2,843</u>	<u>4,000</u>	<u>(1,157)</u>
Total Expenditures	<u>81,055</u>	<u>103,766</u>	<u>(22,711)</u>
Cash Receipts Over (Under) Expenditures	(40,903)		
Unencumbered Cash, Beginning	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>(40,903)</u>		

Additional InformationSee the Notes to the Financial Statements, 14. KPERS Special Retirement Contribution Fund

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 316

Golden Plains Schools
Rexford, Kansas
Special Revenue Funds
FEDERAL FUNDS

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2010

	Title I - ARRA	Migrant	School Preparedness	Rural Enhancement Grant	Title I	Title II-A	Title II-D	Title III
Cash Receipts:								
Federal Aid	\$ 15,972	6,035	500	10,725	32,109	4,402	460	2,000
Expenditures:								
Instruction	9,654	4,634	0	10,225	31,756	0	0	214
Student Support Services	0	0	0	0	0	0	0	0
Instructional Support Staff	764	0	0	0	0	4,298	374	0
School Administration	0	0	0	0	0	0	0	0
Operations and Maintenance	0	0	500	0	0	0	0	0
Vehicle Operating Services	0	0	0	0	0	0	0	387
Total Expenditures	10,418	4,634	500	10,225	31,756	4,298	374	601
Cash Receipts Over (Under) Expenditures	5,554	1,401	0	500	353	104	86	1,399
Unencumbered Cash, Beginning	0	0	0	(530)	0	958	293	0
Unencumbered Cash, Ending	\$ 5,554	1,401	0	(30)	353	1,062	379	1,399

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 316
Golden Plains Schools
 Rexford, Kansas
 Special Revenue Funds
FEDERAL FUNDS

Statement of Cash Receipts and Expenditures - Actual and Budget
 For the Year Ended June 30, 2010

	Title V	Character		Drug Free Schools	Total	Budget	Variance Over (Under)
		Education					
Cash Receipts:							
Federal Aid	0	0		589	72,792	75,867	(3,075)
Expenditures:							
Instruction	0	2,000		200	58,683	57,504	1,179
Student Support Services	0	0		0	0	1,000	(1,000)
Instructional Support Staff	0	0		140	5,576	15,173	(9,597)
School Administration	0	0		0	0	1,800	(1,800)
Operations and Maintenance	0	0		0	500	1,491	(991)
Vehicle Operating Services	0	0		0	387	0	387
Total Expenditures	0	2,000		340	65,146	76,968	(11,822)
Cash Receipts Over (Under) Expenditures	0	(2,000)		249	7,646		
Unencumbered Cash, Beginning	10	0		840	1,571		
Unencumbered Cash, Ending	10	(2,000)		1,089	9,217		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 316

Golden Plains Schools

Rexford, Kansas

Special Revenue Funds

Statement of Cash Receipts and Expenditures - Actual

For the Year Ended June 30, 2010

	<u>Actual</u>
Textbook and Student Material Revolving Fund	
Cash Receipts:	
Fees	\$ 4,452
Miscellaneous	<u>1,643</u>
Total Cash Receipts	<u>6,095</u>
Expenditures:	
Instruction	717
Instructional Support Staff	<u>989</u>
Total Expenditures:	<u>1,706</u>
Cash Receipts Over (Under) Expenditures	4,389
Unencumbered Cash, Beginning	<u>13,337</u>
Unencumbered Cash, Ending	\$ <u><u>17,726</u></u>

The notes to the financial statements are an integral part of this statement.

Golden Plains Schools

Rexford, Kansas

Special Revenue Funds

Statement of Cash Receipts and Expenditures - Actual

For the Year Ended June 30, 2010

	<u>Actual</u>
Contingency Reserve Fund	
Cash Receipts:	
Transfer from General Fund	\$ <u>54,035</u>
Expenditures	<u>0</u>
Cash Receipts Over (Under) Expenditures	54,035
Unencumbered Cash, Beginning	<u>132,319</u>
Unencumbered Cash, Ending	\$ <u><u>186,354</u></u>

The notes to the financial statements are an integral part of this statement.

Golden Plains Schools

Rexford, Kansas

Debt Service Funds

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2010

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Bond and Interest Fund			
Cash Receipts:			
Ad Valorem Property Tax			
Tax in Process	\$ 1,955	2,072	(117)
Current Tax	40	0	40
Delinquent Tax	1,242	329	913
Motor Vehicle Tax	5,089	3,373	1,716
Recreational Vehicle Tax	98	93	5
In Lieu of Taxes IRBs	0	339	(339)
State Aid	<u>8,679</u>	<u>8,679</u>	<u>0</u>
 Total Cash Receipts	 <u>17,103</u>	 <u>14,885</u>	 <u>2,218</u>
Expenditures:			
Principal	55,000	55,000	0
Interest	<u>2,863</u>	<u>2,863</u>	<u>0</u>
 Total Expenditures	 <u>57,863</u>	 <u>57,863</u>	 <u>0</u>
 Cash Receipts Over (Under) Expenditures	 <u>(40,760)</u>		
Unencumbered Cash, Beginning	<u>128,474</u>		
 Unencumbered Cash, Ending	 \$ <u>87,714</u>		

The notes to the financial statements are an integral part of this statement.

Golden Plains Schools

Rexford, Kansas

Private Purpose Trust Funds

Statement of Cash Receipts and Expenditures - Actual

For the Year Ended June 30, 2010

	<u>Actual</u>
Scholarship Fund	
Cash Receipts:	
Donations	\$ <u>500</u>
Expenditures:	
Scholarships	<u>250</u>
Cash Receipts Over (Under) Expenditures	250
Unencumbered Cash, Beginning	<u>2,959</u>
Unencumbered Cash, Ending	\$ <u><u>3,209</u></u>

The notes to the financial statements are an integral part of this statement.

Golden Plains Schools

Rexford, Kansas

Agency Funds

Summary of Cash Receipts and Cash Disbursements
For the Year Ended June 30, 2010

Fund	Beginning	Cash	Cash	Ending
	Cash Balance	Receipts	Disbursements	Cash Balance
High School:				
Band Club	\$ 681	197	87	791
National Honor Society	19	0	0	19
Pep Club	898	3,732	4,425	205
Varsity Club	448	1,924	1,700	672
Student Council	1,656	2,825	2,963	1,518
Yearbook	4,566	6,152	6,016	4,702
Class of 2009	162	237	397	2
Class of 2010	17,239	10,422	27,661	0
Class of 2011	4,052	26,074	14,017	16,109
Class of 2012	839	3,667	1,422	3,084
Class of 2013	18	1,259	0	1,277
Sales Tax	499	2,751	3,227	23
Total Agency Funds	\$ <u>31,077</u>	<u>59,240</u>	<u>61,915</u>	<u>28,402</u>

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 316
Golden Plains Schools
 Rexford, Kansas
District Activity Funds

STATEMENT 5

Statement of Cash Receipts, Expenditures and Unencumbered Cash
 For the Year Ended June 30, 2010

Funds	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts						
Athletics	322	12,247	12,407	162	0	162
Total District Activity Funds	<u>322</u>	<u>12,247</u>	<u>12,407</u>	<u>162</u>	<u>0</u>	<u>162</u>

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 316
Golden Plains Schools
Rexford, Kansas
Notes to the Financial Statements
June 30, 2010

1. Summary of Significant Accounting Policies

Reporting Entity

Unified School District No. 316, Rexford, Kansas, operates as a unified school district in accordance with the laws of the State of Kansas. The District is operated by an elected board of education and provides the following services: education, culture and recreation.

Accounting principles generally accepted in the United States of America require government financial statements to include the primary government and its component units. Component units of a governmental entity are legally separate entities for which the primary government is considered to be financially accountable and for which the nature and significance of their relationship with the primary government are such that exclusion would cause the combined financial statements to be misleading or incomplete. The primary government is considered to be financially accountable if it appoints a majority of an organization's governing body and imposes its will on that organization. The primary government may also be financially accountable if an organization is fiscally dependent on the primary government, regardless of the authority of the organization's governing body.

Based on the application of the criteria set forth by the Governmental Accounting Standards Board, management has determined that as of and for the year ended June 30, 2010, Unified School District No. 316, Rexford, Kansas, did not have any component units, which would be required to be reported.

Fund Accounting

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

The following types of funds comprise the financial activities of the District for the fiscal year ended June 30, 2010:

Governmental Type Funds:

General Funds--To account for all unrestricted resources except those required to be accounted for in another fund.

Special Revenue Funds--To account for the proceeds of specific revenue sources (other than special assessments or major capital projects) that are restricted by law or administrative action to expenditure for specified purposes.

Debt Service Funds--To account for the accumulation of resources for, and the payment of, interest and principal on general long-term debt.

Fiduciary Type Funds:

Agency Funds--To account for assets held by the District in a purely custodial capacity for individuals, private organizations, other governmental units, and/or other funds.

Private Purpose Trust Funds--To report trust agreements where both the principal and interest is used to benefit individuals, private organizations, or other governmental units.

Reimbursements

Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statements meet the following criteria: 1) the related disbursement was made in the current year on behalf of the payee, 2) the item paid for was directly identifiable as having been used by or provided to the payee, and 3) the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

Inventories and Prepaid Expenses

Inventories and prepaid expenses, which benefit future periods, are recorded as expenditures during the year of purchase.

Statutory Basis of Accounting

The statutory basis of accounting, as used in the preparation of these statutory basis financial statements, is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund, and an expenditure would be charged in the fund from which the transfer is made.

The District has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the District to use the statutory basis of accounting.

Departure from Accounting Principles Generally Accepted in the United States of America

The basis of accounting described above results in a financial statement presentation which shows cash receipts, expenditures, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expense, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles. Capital assets that account for the land, building, and equipment owned by the municipality are not presented in the financial statements. Also, long-term debt such as general obligation bonds, revenue bonds, capital leases, temporary notes, and compensated absences are not presented in the financial statements.

2. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds, and enterprise funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.

2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were budget amendments for the year ended June 30, 2010, for the General Fund, At Risk Fund (K-12), and Vocational Education Fund.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the statutory basis of accounting, in which, revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital project funds, fiduciary funds, and the following special revenue funds:

Textbooks and Student Material Revolving Fund	Federal Funds
Contingency Reserve Fund	Gifts and Grants Fund
District Activity Funds	

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

3. Property Taxes

Property taxes are levied November 1st of the calendar year. A lien is placed on the property when the taxes are levied. The taxes are due 1/2 on December 20th and 1/2 the following May 10th. Any taxes unpaid at the due dates are considered delinquent.

Collection of current year property tax by the County Treasurer is not completed, apportioned nor distributed to the various subdivisions until the succeeding year: such procedure being in conformity with governing state statutes. Consequently, current year property taxes receivable are not available as a resource that can be used to finance the current year operation of the District and, therefore, are not susceptible to accrual.

It is not practicable to apportion delinquent taxes held by the County Treasurer at the end of the audit period, and further, the amounts thereof are not material to the financial statements taken as a whole.

4. Deposits and Investments

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices.

Concentration of credit risk. State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by the federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The District has not designated any "peak periods" with any eligible depositories. All deposits were legally secured at June 30, 2010.

At June 30, 2010, the District's carrying amount of deposits was \$538,223 and the bank balance was \$893,096. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$250,418 was covered by federal depository insurance and the balance of \$642,678 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

5. Operating Lease

Unified School District No. 316, Rexford, Kansas, entered into an operating lease agreement with Midwest Bus Sales, Inc. on May 15, 2007, to lease passenger school buses. The lease agreement calls for semi-annual rent payments of \$24,300 for five years. Lease payments totaling \$48,600 were made for the year ended June 30, 2010. Future minimum operating lease commitments are as follows:

<u>Year Ended June 30,</u>	
2011	\$ 48,600
2012	<u>24,300</u>
Total	\$ <u>72,900</u>

Unified School District No. 316, Rexford, Kansas, entered into an operating lease agreement with Northwestern Office Suppliers on September 18, 2008, to lease a digital photocopy machine. The lease agreement calls for monthly lease payments of \$334 for sixty months. Lease payments totaling \$4,008 were made for the year ended June 30, 2010. Future minimum operating lease commitments are as follows:

<u>Year Ended June 30,</u>	
2011	\$ 4,008
2012	4,008
2013	4,008
2014	<u>1,002</u>
Total	\$ <u>13,026</u>

6. Compensated Absences**Sick Leave**

Sick leave shall be granted to contractual employees in proportion to their employment contract as it relates to hours, days, or months on duty at the rate of one day per month. Each teacher will be granted ten (10) days of sick leave per year cumulative to sixty (60) days. Sick leave is not payable upon termination and, therefore, has not been estimated or accrued by the District as of June 30, 2010.

Vacation Pay

Full-time, twelve-month, classified employees shall accrue vacation time at a rate of one day per month. Employees with more than 15 years of continuous full-time service will accrue vacation time at the rate of 1.25 days per month. Maximum accumulation of vacation leave is 20 days. Vacation time must be used within two years of accrual. Vacation pay is payable upon termination and has not been estimated or accrued by the District as of June 30, 2010.

7. Defined Benefit Pension Plan

Plan description. The Unified School District No. 316, Rexford, Kansas, participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, *et seq.* KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S Kansas, Suite 100, Topeka, KS 66603-3869) or by calling 1-888-275-5737.

Funding Policy. K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% of covered salary. Member-employees' contributions are withheld by their employer and paid to KPERS according to the provisions of section 414(h) of the Internal Revenue Code. The State of Kansas is required to contribute the remaining amount necessary to achieve the actuarially determined contribution rate. Kansas currently contributes 8.57% of covered payroll, which includes 1% for Group Death and Disability Insurance. There was a moratorium on the 1% collection for Group Death and Disability Insurance from April 1, 2010 thru June 30, 2010. These contribution requirements are established by KPERS and are periodically revised. Kansas' contribution to KPERS for all Kansas public school employees for the years ending June 30, 2009 and 2008 were \$242,277,363, and \$220,815,154, respectively, equal to the required contributions for each year. For the year ending June 30, 2010, the required contribution was \$248,468,186. As of June 30, 2010, the State of Kansas contributed \$140,318,394. The remaining \$108,149,792 was contributed by July 9, 2010.

8. Other Post Employment Benefits

As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. The District pays \$350 per month, or the amount specified in the professional negotiations agreement for each retiree, and each retiree is responsible for the balance. During the year ended June 30, 2010, one retiree participated in this plan, and the District paid \$4,200 in premiums for this retiree. Any remaining subsidy to retirees due to the plan's level premium structure has not been quantified in these financial statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the District under this program.

9. Operating Transfers

Operating Transfers were as follows:

From	To	Statute	Amount
General Fund	At Risk Fund (4 Year Old)	K.S.A. 72-6428	\$ 3,722
General Fund	At Risk Fund (K-12)	K.S.A. 72-6428	288,223
General Fund	Bilingual Education Fund	K.S.A. 72-6428	21,381
General Fund	Food Service Fund	K.S.A. 72-6428	41,988
General Fund	Parent Education Program Fund	K.S.A. 72-6428	4,240
General Fund	Special Education Fund	K.S.A. 72-6428	284,895
General Fund	Vocational Education Fund	K.S.A. 72-6428	21,757
General Fund	Contingency Reserve Fund	K.S.A. 72-6428	54,035
Supplemental General Fund	Special Education Fund	K.S.A. 72-6433	107,744

10. Statutory ComplianceCash Violation

K.S.A. 10-1113 requires each fund to comply with the cash-basis laws of Kansas. That is, no commitments or indebtedness should be incurred unless there is available cash in the fund. The General Fund incurred indebtedness in excess of the available cash balance. The General Fund expenditures exceeded the fund balance due to the final June state aid payment for the 2010 fiscal year being received after June 30, 2010. The June state aid for the General Fund of \$196,705 was received on July 8, 2010. The Supplemental General Fund expenditures exceeded the fund balance due to the final June state aid payment being received after June 30, 2010. The June state aid for the Supplemental General Fund of \$28,829 was received on July 8, 2010. K.S.A. 10-1116(a) exempts expenditures by school districts that are in excess of current revenues if the deficit in revenues is caused by late distribution of general state aid.

K.S.A. 10-1113 requires each fund to comply with the cash-basis laws of Kansas. That is, no commitments or indebtedness should be incurred unless there is available cash in the fund. The KPERS Special Retirement Contribution Fund incurred indebtedness in excess of the available cash balance. The KPERS Special Retirement Contribution Fund expenditures exceeded the fund balance due to the January and April state aid payments for the 2010 fiscal year being received after June 30, 2010. The January and April 2010 state aid payments of \$22,265 and \$18,638 were received on July 7 and July 8, 2010, respectively. The KPERS Special Retirement Contribution Fund is in violation of K.S.A. 10-1113.

Budget Violation

Pursuant to K.S.A. 79-2935 expenditures are to be controlled so that no indebtedness is created in excess of budgeted limits. Expenditures in the Vocational Education Fund exceeded the adopted budget by \$3,757. This is a violation of this statute.

Other Compliance

K.S.A. 9-1405 requires the District's deposits in financial institutions to be entirely covered by the federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were not legally secured on January 31, 2010. This is a violation of this statute.

Remittance of bond principal and interest payments are to be remitted in accordance with K.S.A. 10-130, which requires the District to remit such payments to the state fiscal agent at least 20 days prior to the maturity of the bonds. The bond payments for the year ended June 30, 2010, did not meet the requirements of K.S.A. 10-130. This is a violation of this statute.

11. Termination Benefits

The District provides an early retirement program for certified eligible employees with at least fifteen years of continuous employment with the District. To be eligible the employee must be at least age 60, younger than full social security retirement age, and have a combined total age, including credit for years of service in KPERS, equal to or greater than 85. Those eligible under this program may receive benefits until reaching full social security retirement age. As of June 30, 2010, the District paid \$4,016 to one retired employee receiving benefits under this program.

12. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District has been unable to obtain workers compensation insurance at a cost it considered to be economically justifiable. For this reason, the District joined together with other school districts in the State to participate in the Kansas Association of School Boards (KASB) Workers Compensation Fund, Inc., a public entity risk pool currently operating as a common risk management and insurance program for 88 participating members.

The District pays an annual premium to KASB Workers Compensation Fund, Inc., for its worker's compensation insurance coverage. The agreement to participate provides that the group will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of certain limits for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by the management of KASB Workers Compensation Fund, Inc.

The District continues to carry commercial insurance for all other risks of loss, including property, liability, inland marine and automobile. During the year ended June 30, 2010, the District did not reduce insurance coverage from levels in place during the prior year. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

13. Compliance with K.S.A. 72-6417(d) and K.S.A. 72-6434(d)

K.S.A. 72-6417(d) and K.S.A. 72-6434(d) require the school district to record any payment of general and supplemental general state aid that is due to be paid during the month of June and is paid to the school district after June 30, as a receipt for the school year ending June 30. The following shows the revenue as required by these Statutes.

UNIFIED SCHOOL DISTRICT NO. 316
 STATUTORY REVENUES AND EXPENDITURES – STATUTORY AND BUDGET
 FOR THE YEAR ENDED JUNE 30, 2010

GENERAL FUND

	Statutory Transactions	Budget	Variance Over (Under)
Statutory Revenues:			
Ad Valorem Property Tax			
Tax in Process	\$ 9,432	9,733	(301)
Current Tax	149,907	130,668	19,239
Delinquent Tax	4,494	1,692	2,802
Mineral Production Tax	517	350	167
State General Aid	1,506,281	1,528,520	(22,239)
State Special Education Aid	211,676	256,732	(45,056)
Federal ARRA Stabilization Aid	89,082	89,082	0
Reimbursements	7,522	0	7,522
Total Statutory Revenues	1,978,911	2,016,777	(37,866)
Expenditures:			
Instruction	760,680	797,393	(36,713)
Student Support Services	25,784	26,225	(441)
Instructional Support Staff	9,338	72,589	(63,251)
General Administration	83,774	98,726	(14,952)
School Administration	91,077	107,824	(16,747)
Operations and Maintenance	126,548	176,491	(49,943)
Operations and Maintenance - Transportation	475	0	475
Student Transportation Services	2,138	3,603	(1,465)
Vehicle Operating Services	79,626	90,148	(10,522)
Vehicle Services and Maintenance Services	7,420	6,850	570
Other Student Transportation Services	959	1,500	(541)
Other Supplemental Services	70,851	82,095	(11,244)
Transfer to At Risk Fund (4 Year Old)	3,722	30,000	(26,278)
Transfer to At Risk Fund (K-12)	288,223	164,582	123,641
Transfer to Bilingual Education Fund	21,381	24,000	(2,619)
Transfer to Food Service Fund	41,988	55,574	(13,586)
Transfer to Parent Education Program Fund	4,240	4,500	(260)
Transfer to Special Education Fund	284,895	256,732	28,163
Transfer to Vocational Education Fund	21,757	18,000	3,757
Transfer to Contingency Reserve Fund	54,035	0	54,035
Adjustment to Comply with Legal Max	0	(44,934)	44,934
Legal General Fund Budget	1,978,911	1,971,898	7,013
Adjustments for Qualifying Budget Credits			
Reimbursements	0	7,522	(7,522)
Total Expenditures	1,978,911	1,979,420	(509)
Statutory Revenues Over (Under) Expenditures	0		
Modified Unencumbered Cash, July 1, 2009	0		
Modified Unencumbered Cash, June 30, 2010	\$ 0		

UNIFIED SCHOOL DISTRICT NO. 316
 STATUTORY REVENUES AND EXPENDITURES – STATUTORY AND BUDGET
 FOR THE YEAR ENDED JUNE 30, 2010

SUPPLEMENTAL GENERAL FUND

	<u>Statutory</u>	<u>Budget</u>	<u>Variance</u>
	<u>Transactions</u>	<u>Budget</u>	<u>Over</u>
			<u>(Under)</u>
Statutory Revenues:			
Ad Valorem Property Tax			
Tax in Process	\$ 5,567	5,936	(369)
Current Tax	141,555	115,788	25,767
Delinquent Tax	2,260	936	1,324
Motor Vehicle Tax	10,110	6,967	3,143
Recreational Vehicle Tax	195	192	3
In Lieu of Taxes IRBs	0	702	(702)
Federal ARRA Stabilization Aid	37,340	0	37,340
Supplemental State Aid	<u>109,901</u>	<u>148,014</u>	<u>(38,113)</u>
Total Statutory Revenues	<u>306,928</u>	<u>278,535</u>	<u>28,393</u>
Expenditures:			
Instruction	77,475	26,270	51,205
Instructional Support Staff	2,161	6,330	(4,169)
General Administration	38,251	32,900	5,351
School Administration	6,346	2,800	3,546
Operations and Maintenance	30,681	15,000	15,681
Vehicle Operating Services	32,517	56,600	(24,083)
Vehicle Services and Maintenance Services	2,441	0	2,441
Other Student Transportation Services	316	0	316
Other Supplemental Services	2,068	0	2,068
Transfer to At Risk Fund (K-12)	0	77,000	(77,000)
Transfer to Special Education Fund	<u>107,744</u>	<u>83,100</u>	<u>24,644</u>
Total Expenditures	<u>300,000</u>	<u>300,000</u>	<u>0</u>
Statutory Revenues Over (Under) Expenditures	6,928		
Modified Unencumbered Cash, July 1, 2009	<u>18,861</u>		
Modified Unencumbered Cash, June 30, 2010	\$ <u>25,789</u>		

14. KPERS Special Retirement Contribution Fund

The KPERS Special Retirement Contribution Fund, as shown below, reflects all state aid for the fiscal year ended June 30, 2010, as confirmed by the Kansas State Department of Education. This presentation includes the January and April 2010 state aid payments of \$22,265 and \$18,638 received on July 7 and July 8, 2010, respectively.

UNIFIED SCHOOL DISTRICT NO. 316
REVENUES AND EXPENDITURES - FISCAL YEAR AND BUDGET
FOR THE YEAR ENDED JUNE 30, 2010

KPERS SPECIAL RETIREMENT CONTRIBUTION FUND

	<u>Fiscal Year Transactions</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Revenues:			
State of Kansas	\$ <u>81,055</u>	<u>103,766</u>	<u>(22,711)</u>
Expenditures:			
Instruction	54,389	71,766	(17,377)
Instructional Support	4,336	5,000	(664)
General Administration	5,525	7,000	(1,475)
School Administration	6,203	7,000	(797)
Operation and Maintenance	5,127	6,000	(873)
Student Transportation Services	2,632	3,000	(368)
Food Service	<u>2,843</u>	<u>4,000</u>	<u>(1,157)</u>
Total Expenditures	<u>81,055</u>	<u>103,766</u>	<u>(22,711)</u>
Revenues Over (Under) Expenditures	<u>0</u>		
Modified Unencumbered Cash, July 1, 2009	<u>0</u>		
Modified Unencumbered Cash, June 30, 2010	\$ <u>0</u>		

15. General Long-term Debt

Changes in long-term liabilities for the District for the year ended June 30, 2010, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds:									
General Obligation Bonds	1.35 to 3.80%	08/07/03	\$ 365,000	10/01/10	\$ 105,000	0	55,000	50,000	2,862
Capital Leases Payable:									
Ricoh Copier	4.99%	11/29/06	10,825	01/02/11	4,448	0	2,170	2,278	222
Building Addition	6.00%	11/18/03	145,000	06/15/13	60,653	0	13,411	47,242	3,902
Playground Equipment	6.00%	07/18/06	25,000	06/30/11	10,859	0	5,271	5,588	652
Total Capital Leases Payable					75,960	0	20,852	55,108	4,776
Total Long-Term Debt					\$ 180,960	0	75,852	105,108	7,638

Current maturities of long-term debt and interest for the next five years are as follows:

	2011	2012	2013	Total
PRINCIPAL				
General Obligation Bonds	\$ 50,000	0	0	50,000
Capital Leases Payable	22,402	15,408	17,298	55,108
Total Principal	<u>72,402</u>	<u>15,408</u>	<u>17,298</u>	<u>105,108</u>
INTEREST				
General Obligation Bonds	1,900	0	0	1,900
Capital Leases Payable	3,225	1,905	15	5,145
Total Interest	<u>5,125</u>	<u>1,905</u>	<u>15</u>	<u>7,045</u>
Total Principal and Interest	<u>\$ 77,527</u>	<u>17,313</u>	<u>17,313</u>	<u>112,153</u>